ORIGINAL

BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

In the Matter of

Docket No. 2008-0115

MOLOKAI PUBLIC UTILITIES, INC., WAI'OLA O MOLOKA'I, INC., and MOSCO, INC.

For Temporary Rate Relief.

S:\ALL\JEL\Molokai Ranch PUC Rate Case\Pleading\County Resp Mot Intervene.wpd

COUNTY OF MAUI'S RESPONSE TO MOTION TO INTERVENE FILED BY WEST MOLOKAI ASSOCIATION ON JULY 3, 2008

CERTIFICATE OF SERVICE

PUBLIC UTILITIES
COMMISSION
PUBLIC UTILITIES

DEPARTMENT OF THE CORPORATION COUNSEL

BRIAN T. MOTO 5421
Corporation Counsel

JANE E. LOVELL 7551
Deputy Corporation Counsel
County of Maui
200 South High Street
Wailuku, Maui, Hawaii 96793
Telephone No. (808) 270-7740
Facsimile No. (808) 270-7152
E-mail: jane.lovell@co.maui.hi.us

Attorneys for COUNTY OF MAUI

COUNTY OF MAUI'S RESPONSE TO MOTION TO INTERVENE FILED BY WEST MOLOKAI ASSOCIATION ON JULY 3, 2008

Comes now, COUNTY OF MAUI ("County"), by and through its attorneys, BRIAN T. MOTO, Corporation Counsel, and JANE E. LOVELL, Deputy Corporation Counsel, and hereby responds to the Motion to Intervene filed in this docket by West Molokai Association ("WMA") on July 3, 2008 as follows:

County welcomes the participation of other customers of Molokai Public Utilities, Inc., Wai`ola O Moloka`i, Inc., and Mosco, Inc. (hereafter referred to collectively as "the Utilities") in this docket. However, County has several concerns about the WMA's Motion to Intervene.

County is informed and believes that Daniel Orodenker, an officer of the Utilities, is also a member of WMA's Board of Directors, with a term beginning in 2007 and expiring in 2010. County is concerned that allowing WMA to intervene while Mr. Orodenker is a member of WMA's Board will in essence give Mr. Orodenker two bites of the apple, one in his capacity as an officer of the Utilities, and the other in his capacity as WMA Board member.

In addition, County takes issue with WMA's claim, made on page 5 of WMA's Motion to Intervene, that the County has a "legal mandate" to provide potable water for domestic use, fire protection, etc." There are numerous areas of the County of Maui in which the County does not provide potable water service. County's research has not uncovered any "legal mandate" to provide utility services and WMA's motion does not cite to any statutory or case authority for that proposition.

....

County also disagrees with WMA's unsupported assertion that County has not taken "any positive steps toward a meaningful long term or short term solution." (Id. at pp. 5-6) County has taken a number of positive steps, including filing a formal complaint with the PUC, supporting the PUC's order requiring the Utilities to continue operating, assisting in the search for private entities who might be willing to take over the Utilities, requesting the PUC to issue subpoenae for the Utilities' documents, and calling on the Governor to use her emergency powers under HRS \$\S\$\$ 128-9(4) and 342D-10, among others.

Likewise, the County does not agree with WMA's claim that the County's "interest in this proceeding is adverse to WMA's interests." (Id. at p. 6.) As a customer of the Utilities, the County is similarly situated to the members of WMA, who are also customers.

Finally, County has no legal duty to conduct "a comprehensive inspection of the Utilities['] sewer or water system" (id. at p. 5), particularly where the County has no legal duty to bail out the Utilities or to take over the Utilities' operations. Under state law, the Governor, rather than the County, has the legal authority and concomitant legal duty to take over the operation of the Utilities, if necessary, to assure their continued operation. HRS § 128-9(4).

DATED: Wailuku, Maui, Hawaii, July 10, 2008.

BRIAN T. MOTO Corporation Counsel Attorneys for COUNTY OF MAUI

By:

ane E. Lovell

Deputy Corporation Counsel

BEFORE THE PUBLIC UTILITIES COMMISSION

OF THE STATE OF HAWAII

In the Matter of

MOLOKAI PUBLIC UTILITIES, INC., WAI'OLA O MOLOKA'I, INC., and MOSCO, INC.

For Temporary Rate Relief.

Docket No. 2008-0115

CERTIFICATE OF SERVICE

CERTIFICATE OF SERVICE

I hereby certify that on this date a copy of the foregoing document was served upon the following by First Class Mail, by depositing copies bearing sufficient postage with the U.S. Post Office, addressed as follows:

Peter A. Nicholas, Director
Daniel Orodenker, General Counsel
MOLOKAI PUBLIC UTILITIES, INC.
WAI'OLA O MOLOKA'I, INC.
MOSCO, INC.
MOLOKAI PROPERTIES LIMITED
745 Fort Street, Suite 600
Honolulu, HI 96813

Catherine P. Awakuni
Executive Director
CONSUMER ADVOCATE
Division of Consumer Advocacy
Department of Commerce and Consumer Affairs
P. O. Box 541
Honolulu, HI 96809

William W. Milks, Esq.
LAW OFFICE OF WILLIAM W. MILKS
American Savings Bank Tower
Suite 988, 1001 Bishop Street
Honolulu, HI 96813

DATED: Wailuku, Maui, Hawaii, July 10, 2008.

BRIAN T. MOTO Corporation Counsel Attorneys for COUNTY OF MAUI

Bv:

Jane E. Lovell

Deputy Corporation Counsel



BRIAN T. MOTO Corporation Counsel

DEPARTMENT OF THE CORPORATION COUNSEL

COUNTY OF MAUI 200 SOUTH HIGH STREET WAILUKU, MAUI, HAWAII 96793

TELEPHONE: (808) 270-7740 FAX 270-7152

July 10, 2008

Public Utilities Commission State of Hawaii 465 South King Street, Room 103 Honolulu, Hawaii 96813 Attention: Chief Clerk of the Commission

In the Matter of Molokai Public Utilities, Inc., Wai'ola O Moloka'i, Inc., and Mosco, Inc., For Temporary Rate Relief; Docket No. 2008-0115

Dear Chief Clerk of the Commission:

Re:

Enclosed for filing please find the original and 10 copies of County of Maui's Response to Motion to Intervene Filed by West Molokai Association on July 3, 2008; Certificate of Service.

Please return the two (2) additional file-marked copies to this office. A self-addressed, stamped envelope is enclosed for your convenience.

If you have any questions, please do not hesitate to contact me.

Very truly yours,

JAME E. LOVELL

Deputy Corporation Counsel

JEL: lkk Enclosures

S:\ALL\JEL\Molokai Ranch PUC Rate Case\Correspondence\PUC.ltr3.wpd